

Department of Public Health  
and Human Services

Section:  
TABLE OF STANDARDS

FAMILY RELATED MEDICAID

Subject:  
Medically Needy Income Levels

**Supersedes:** FMA 003; 07/01/06; FMA Bulletin FMA-47

**► References:** ARM 37.82.101; ARM 37.82.1106; General Appropriations Act of 2007 (DP 11607, May 2007, Montana Legislature)

GENERAL RULE--An individual or family that meets all the nonfinancial criteria for non-medically needy Family Medicaid assistance, but fails to meet the income standards, may qualify for medically needy Medicaid. Eligibility for medically needy Medicaid (with or without an incurment) is based on income received or reasonably anticipated for the month. Use the appropriate income level from the table on page 2 of this section.

The needs of parents/specified caretaker relatives are **not covered** under the Family medically needy Medicaid program, whether or not there is an incurment. (Participation code SR)

**► MEDICALLY  
NEEDY INCOME  
DEDUCTION**

Effective August 1, 2007, an additional \$50 will be deducted from a medically needy filing unit's total countable net income when calculating the incurment amount.

Example: Household includes Ken and his two children, Kosmo and Bart. They applied for Medicaid for the children and their income of \$1200 exceeds the GMI standard (\$1164/mo – no disregards allowed), so the case is determined to be medically needy. The incurment calculation would be as follows:

Gross income:	\$1200.00
MNIL for three	- 658.00
subtotal	\$ 542.00
Medically needy deduction	- 50.00
Incurment	\$ 492.00

**COMPUTATION**

Use the table of income levels to determine:

1. Income eligibility for medically needy; or
2. The amount of incurment required before medically needy eligibility may be granted.

When the individual or family income (after appropriate disregards -- see FMA 602-1) is more than the countable monthly income standard (FMA 002) but equal to or less than the appropriate Medically Needy Income

Level (MNIL), the child(ren) is eligible for medically needy without an incurment.



When the individual or family income (after appropriate disregards) is more than the applicable MNIL, the child(ren) is eligible for medically needy with an incurment. The \$50.00 medically needy income deduction will reduce the incurment amount by up to \$50.00 (will not reduce the incurment below \$0.00)

**THE FOLLOWING MEDICALLY NEEDED INCOME LEVELS ARE  
EFFECTIVE JULY 1, 2001**

**MEDICALLY NEEDED INCOME LEVELS**  
**FOR FAMILY-RELATED INDIVIDUALS AND FAMILIES**

<u>Family Size</u>	<u>Net Income Level</u>
1	\$ 525
2	525
3	658
4	792
5	925
6	1,058
7	1,192
8	1,317
9	1,383
10	1,450
11	1,508
12	1,558
13	1,608
14	1,658
15	1,700
16	1,742

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